

# FISCAL NOTE

**Bill #:** HB0144

**Title:** Revise underground storage tank act

**Primary Sponsor:** Harris, C

**Status:** As Amended in House Committee

Sponsor signature	Date	Chuck Swysgood, Budget Director	Date
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## Fiscal Summary

	<b><u>FY 2004 Difference</u></b>	<b><u>FY 2005 Difference</u></b>
<b>Expenditures:</b>	\$0	\$0
<b>Revenue:</b>		
State Special Revenue	\$196,368	\$196,368
<b>Net Impact on General Fund Balance:</b>	\$0	\$0

- |   |  |
|---|--|
| <input type="checkbox"/> Significant Local Gov. Impact    | <input type="checkbox"/> Technical Concerns            |
| <input type="checkbox"/> Included in the Executive Budget | <input type="checkbox"/> Significant Long-Term Impacts |
| <input type="checkbox"/> Dedicated Revenue Form Attached  | <input type="checkbox"/> Needs to be included in HB 2  |

## Fiscal Analysis

### ASSUMPTIONS:

#### **Petroleum Storage Tank Assumptions**

1. The change from the 2-year limit proposed in Section 1 of this bill would result in the approval of reimbursement for remedial costs which are between 2 and 5 years old. Historic records indicate that 82 claims have been affected in the last eight years by the 2-year limit, with the average claim amount equaling \$5,000. Therefore an additional \$50,000 per year is projected to be spent for reimbursements from the Petroleum Tank Release Compensation Fund, which is less than 1 percent of the annual fund expenditures.

#### **Underground Storage Tank Act**

2. Under Section 3 of this bill, registration fees for underground storage tanks would increase by \$16 per tank to \$36 per tank for tanks with a capacity of less than 1,100 gallons and by \$38 per tank to \$108 for tanks with a capacity greater than 1,100 gallons. This would increase program revenue from the 237 smaller tanks (237 times \$16) by \$3,792 and revenue from the 3,752 larger tanks (3,752 times \$38) by \$142,576, ensuring a positive fund balance at fiscal year end.
3. These funds would be used to cover existing program expenses. There is no program expansion associated with this fee increase.
4. Changes in Sections 2, 4, and 5 of this bill have no fiscal effect.

**Fiscal Note Request HB0144, As Amended in House Committee**  
(continued)

FISCAL IMPACT:

<b>DEQ</b>	<b>FY 2004 <u>Difference</u></b>	<b>FY 2005 <u>Difference</u></b>
<u>Revenues:</u>		
State Special Revenue (02)	\$196,368	\$196,368
<u>Net Impact to Fund Balance (Revenue minus Funding of Expenditures):</u>		
State Special Revenue (02)	\$196,368	\$196,368